

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 3462-01  
Bill No.: Perfected HB 1397  
Subject: Licenses-Motor Vehicle; Motor Vehicles; Revenue Dept.  
Type: Original  
Date: March 5, 2002

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Highway Funds	\$7,875	\$9,450	\$9,450
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>\$7,875</b>	<b>\$9,450</b>	<b>\$9,450</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Cities	\$1,575	\$1,890	\$1,890
Counties	\$1,050	\$1,260	\$1,260
<b>Local Government</b>	<b>\$2,625</b>	<b>\$3,150</b>	<b>\$3,150</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

## FISCAL ANALYSIS

### ASSUMPTION

Officials from the **Department of Revenue (DOR), Division of Motor Vehicle and Drivers Licensing** stated that officials with the Missouri Federation of Square and Round Dance Clubs estimate their membership is approximately 12,000. It is assumed 7% of this membership will apply for the special plate. Therefore, this agency will require 60 hours of overtime for Clerk Typist II, \$930, to process the additional transactions. In addition, this bureau will incur expenses in the amount of \$2,361 for forms and postage and \$4,015 for plates and tabs.

To implement this legislation, the Department of Revenue will require additional funds. In the past, the programs included in this legislation have been paid for with highway funds. This year, however, highway funds may not be available for this purpose as a result of legislation enacted by the General Assembly in 2000 that limits the use of highway funds.

If highway funds are not available, then another source of funding must be identified to pay for the cost of implementing this legislation.

**Oversight** assumes these special license plates will replace standard license plates on vehicles owned by eligible persons and that any additional costs to **DOR** will be minimal and can be absorbed from existing resources.

### **REVENUE IMPACT**

The provisions of this proposal require the payment of an additional \$15 fee for this special plate. Therefore, the revenue impact to the Highway Fund, Cities and County Aid Road Trust Fund (CART) is as follows:

$$12,000 \times 7\% = 840 \times \$15 = \$12,600 / 12 = \$1,050 \times 10 \text{ months} = \$10,500$$

#### **FY03**

$$\$10,500 \times 75\% = \$7,875 \text{ Highway Fund}$$

$$\$10,500 \times 15\% = \$1,575 \text{ Cities}$$

$$\$10,500 \times 10\% = \$1,050 \text{ CART}$$

#### **FY04 and 05**

$$\$12,600 \times 75\% = \$9,450 \text{ Highway Fund}$$

$$\$12,600 \times 15\% = \$1,890 \text{ Cities}$$

$$\$12,600 \times 10\% = \$1,260 \text{ CART}$$

ASSUMPTION (continued)

Officials from the **Department of Highway and Transportation** were not able to give an estimate for this proposal. Therefore, they must rely upon the Department of Revenue's response.

Officials from **Budget and Planning** did not respond. However, in similar legislation they deferred to the DOR for their response.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
<u>Income-</u> Department of Revenue			
Special license plate fees	<u>\$7,875</u>	<u>\$9,450</u>	<u>\$9,450</u>
<b>ESTIMATED NET EFFECT ON HIGHWAY FUNDS</b>	<b><u>\$7,875</u></b>	<b><u>\$9,450</u></b>	<b><u>\$9,450</u></b>
<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
Cities			
Special license plate fees	\$1,575	\$1,890	\$1,890
Counties			
Special license plate fees	<u>\$1,050</u>	<u>\$1,260</u>	<u>\$1,260</u>
<b>ESTIMATED NET EFFECT ON LOCAL GOVERNMENT</b>	<b><u>\$2,625</u></b>	<b><u>\$3,150</u></b>	<b><u>\$3,150</u></b>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

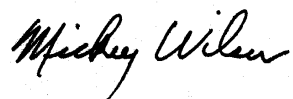
This bill allows for a special license plate for any member of the Missouri Federation of Square and Round Dancers Clubs. To obtain this plate, a person must get an emblem-use authorization statement from the Missouri Federation of Square and Round Dance Clubs (\$25 contribution) and present this statement to the Department of Revenue at the time of registration. Upon receipt of the annual authorization statement and payment of a \$15 fee in addition to the registration fee and other documents required by law, the Department of Revenue will issue a personalized license plate bearing the emblem of the Missouri Federation of Square and Round Dance Clubs.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue  
Division of Motor Vehicle and Drivers Licensing  
Department of Highway and Transportation

Not Responding  
Budget and Planning

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA  
Acting Director

March 5, 2002